

Department of Energy

Nevada Field Office P.O. Box 98518 Las Vegas, NV 89193-8518

DEC 0 9 1999

John T. Mitchell President & General Manager Bechtel Nevada P. O. Box 98521 Las Vegas, NV 89193-8521 DEC 13 12 34 PH *99

INCREASE IN OBLIGATIONAL AUTHORITY - CONTRACT DE-AC08-96NV11718-MOD A063

Pursuant to DEAR 970.5204-15, Obligation of Funds, of subject contract as amended, this letter is your notification that funds in the amount of \$97,747,000 are hereby obligated for use in the performance of your contract.

This addition is detailed in your FY 2000 Approved Funding Program (AFP) Nos. 5, 6, and 7 and increases the obligations under your contract, for all purposes since its inception, from \$1,214,329,000 to a total of \$1,312,076,000. Copies of these AFP's summary pages are enclosed for your immediate information. The AFP provides obligation authority, cost ceilings and prior year's uncosted obligation balances at designated reporting and control levels. For all funding under your cognizance, please maintain proper management and control systems at these designated levels. These systems should provide the basis for written advance notification to DOE/NV of potential funding shortfalls. This notification must be made in sufficient time to acquire additional funds or to begin an orderly termination of the project.

In addition to all other funding limitations included in the Approved Funding Program, a separate limitation has been established for travel funded from DOE Appropriations. For FY 2000, Bechtel Nevada is authorized to incur costs and commitments for travel up to \$2,892,500. This amount is a ceiling which is not to be exceeded without prior written approval of the contracting officer. The limitation applies to all travel performed by Bechtel Nevada employees except travel performed under work for others agreements, travel incurred by subcontractors, relocation costs, and costs of travel management centers. Travel costs for employees' attendance at conference and symposiums and costs associated with extended temporary duty assignments to DOE Headquarters and other locations are subject to the travel restrictions.

Please acknowledge receipt of this change in obligational authority by signing and returning one copy of this letter to the Resources Management Division.

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Kenneth W. Powers Contracting Officer

RMD:CVD-0109 BAF 2-3

Enclosure: As stated to R.L. Butters

Signed L Date

